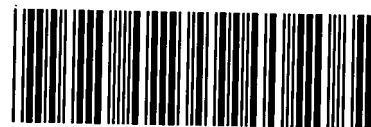


Sponge Kitchens Limited
Financial Statements for the Year Ended
28th February 2014
(company number 00340852)

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Sponge Kitchens Limited
Report of the Directors

The Directors submit their Report and the Financial Statements of the Company for the year ended 28th February 2014. The report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Activities- The principal activity of the Company was that of baker.

Directors- During the year, the Directors and other shareholders were as follows:-

		Ordinary £1 Shares	
		28.2.14	29.2.13
A.R.Stewart	Controlling Director	109	109
Mrs S.M.Stewart	Director	1	1
R.J.Stewart		45	45
J.A.Stewart		45	45

Financial Results- The profit for the year after tax was £ 702

Dividends- The directors do not propose a dividend.


Significant Changes- No major changes are planned for the coming year.

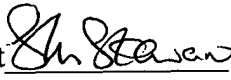
Statement of Director's Responsibilities- Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:-

Select suitable accounting policies and then apply them consistently,
make judgements and estimates that are reasonable and prudent,
state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements,
prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Board and
signed on its behalf by

A.R. Stewart  Director

S.M. Stewart  Director

Date 28th July 2014

Sponge Kitchens Limited
Profit and Loss Account
Year ended 28th February 2014

Income	Note	2014	2013
Continuing Activities	9	725975	734683
Cost of Sales		365341	365027
		-----	-----
Gross Profit		360634	369656
Distribution Costs	10a	277171	279009
Administrative Expenses	10b	74090	75396
		-----	-----
Operating Profit		9373	15251
Cost of Finance		7571	7234
		-----	-----
Surplus before Taxation		1802	8017
Taxation	11	1100	2450
		-----	-----
Surplus for the Year after Taxation		702	5567
Surplus brought forward		31912	26345
		-----	-----
Surplus carried forward		£ 32614	£ 31912
		-----	-----

Sponge Kitchens Limited
Balance Sheet at 28th February 2014

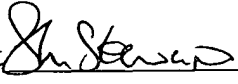
Fixed Assets	Note	2014	2013
Tangible Assets	2	122282	128217
Current Assets:			
Debtors	3	3116	3360
Stock	1e	5970	5970
Bank Balances		85534	67686
		-----	-----
		94620	77016
Creditors:			
Bank Overdraft		-	-
Creditors due in one year	4	135508	118477
		-----	-----
Net Current Liabilities		(40888)	(41461)
Net Assets		81394	86756
Creditors:			
Creditors due after one year	5	(48580)	(54644)
Provisions for Liabilities	6	-	-
		-----	-----
		£ 32814	£ 32112
		-----	-----
Capital and Reserves			
Called up Share Capital	7	200	200
Profit and Loss Account		32614	31912
		-----	-----
Total Shareholders Funds		£ 32814	£ 32112
		-----	-----

For the year ended 28th February 2014 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 and no members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of the accounts. The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standards for Smaller Entities (effective April 2008).

Approved by the Board and
signed on its behalf by:-

A.R.Stewart  Director

S.M.Stewart  Director

Date 28th July 2014.

Sponge Kitchens Limited
Notes to the Financial Statements
Year ended 28th February 2014

1. Accounting Policies

The following accounting policies have been used consistently in the preparation and presentation of the company's Financial Statements.

- a) **Basis of Accounting** – The accounts have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Small Entities.
- b) **Turnover** – This represents the total amount, excluding value added tax, of sales of goods and services charged by the company.
- c) **Depreciation** – This has been calculated using rates designed to write off the cost of each asset over its expected useful life.

Details of annual rates are as follows:-

Freehold Property	30 years from 1 st March 2011
Major Shopfitting Costs	10 years
Leasehold Improvements	5 years
Plant and Equipment	5 years
Fixtures and Fittings	5 years
Motor Vehicles	5 years

Freehold Property relates to the property at Bromley Road, Downham. Although the Director's consider that the market value of the property exceeds the value recorded in the Financial Statements, they have not undertaken a formal valuation and accordingly a prudent approach is being adopted by depreciating the property over a period of 30 years from 1st March 2011.

- d) **Leases** – Rentals under operating leases are charged as paid over the lease term.
- e) **Stocks** – These have been valued at the lower of cost or realisable value.
- f) **Deferred Taxation** – This is provided in respect of any timing differences to the extent that they will have a material effect on the company's taxation charge in the foreseeable future.
- g) **Cash Flow Statement** – This has not been produced as the Directors have relied upon the exemption given to small companies by FRS 1.

2. Fixed Assets	Cost	Additions	Disposals	Cost
Cost	1.3.13			28.2.14
Freehold Property	135000	-	-	135000
Leasehold Property	16769	-	-	16769
Shopfitting	120186	-	-	120186
Plant and Equipment	217870	-	-	217870
	-----	-----	-----	-----
	£ 489825	-	-	489825
	-----	-----	-----	-----
Depreciation				
Freehold Property	9000	4500	-	13500
Leasehold Property	16769	-	-	16769
Shopfitting	120186	-	-	120186
Plant and Equipment	215653	1435	-	217088
	-----	-----	-----	-----
	£ 361608	5935	-	367543
	-----	-----	-----	-----
Net Book Value	£ 128217	(5935)	-	122282
	-----	-----	-----	-----

The Freehold Property is mortgaged in favour of Barclays Bank plc, as security for a Loan outstanding at 28th February 2014 of £ 55580

Capital Commitments

There was no capital expenditure contracted for at 28th February 2014 (2013-nil)

3. Debtors	Note	2014	2013
Trade Debtors		562	126
Other Debtors		1307	1987
Due from Associated Company		47	47
Deferred Taxation	6	1200	1200
		-----	-----
		£ 3116	3360
		-----	-----

4. Creditors: Amounts falling due within one year.	Note	2014	2013
Trade Creditors		24162	21776
Employee Taxes		13132	14329
Corporation Tax		1375	2794
Accruals		50389	37629
Bank Loans		7000	9000
Due to Associated Company		39450	32949
Deferred Taxation	6	-	-
		-----	-----
	£	135508	118477
		-----	-----

5. Creditors: Amounts falling due after one year.

Bank Loans	£	48580	54644
		-----	-----

6. Provision for Deferred Tax

Provision at 1 st March	3	1200	1200
Movement in year		-	-
		-----	-----
Provision at 28 th February	£	1200	1200
		-----	-----

7. Share Capital

Authorised – Ordinary shares of £1 each.	£	1000	1000
		-----	-----
Issued – Ordinary shares of £1 each.	£	200	200
		-----	-----

8. Dividend Payable

No dividend has been proposed or paid in respect of the year ended 28th February 2014.

9. Turnover

The turnover is attributable to the one principal activity of the company.

10a Distribution Costs**2014****2013**

These represent the cost of maintaining
and operating the retail outlets of the business

They include:

Rent received	8950	9299
Depreciation	5935	6750

10b Administrative Expenses

These comprise:

Accountancy and Professional Fees	5040	4800
Director's Remuneration – A.R. Stewart		
Salary	13331	13331
National Insurance	1403	806
General Manager's Salary and National Insurance	30000	35000
Office staff wages	24316	21459
Management charge		
from Sponge Kitchens(Hayes) Ltd	-	-

£ 74090 75396

11. Taxation

The tax charge on the result for the year was as follows:

Corporation Tax	1100	2450
Deferred Tax	-	-

£ 1100 2450

12. Related Party Transactions

a) The company is related by common ownership to:-

Sponge Kitchens (Hayes) Limited

Rosina Bakery (Beckenham) Limited – (Dormant)

b) During the year the company paid rent for trading premises at Park Langley totalling £ 12000 to a director and shareholder, A.R. Stewart.

c) Products for resale are supplied at cost between this company and Sponge Kitchens(Hayes) Ltd. The net cost of supplies charged in the year to that company was £ 45032 (2013 £ 39660)

13. Contingent Liabilities

There were no contingent liabilities unprovided in the Financial Statements at the year-end, or the previous year-end.